巨騰國際控股有限公司

JU TENG INTERNATIONAL HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 3336)

INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2017

Financial Highlights

- Revenue for the six months ended 30 June 2017 was approximately HK$3,748 million, representing an increase of approximately 1.4%.
- Gross profit for the six months ended 30 June 2017 was approximately HK$561 million, representing an increase of approximately 1.9%.
- Gross profit margin for the six months ended 30 June 2017 was approximately 15% which was line with the gross profit margin of approximately 14.9% for the six months ended 30 June 2016.
- Profit attributable to equity holders of the Company for the six months ended 30 June 2017 was approximately HK$82 million, representing a decrease of approximately 59.5%.
- Basic earnings per share attributable to equity holders of the Company decreased to approximately HK7.3 cents, representing a decrease of approximately 59.9%.
- Net asset value per share attributable to equity holders of the Company as at 30 June 2017 reached approximately HK$5.9 as compared with approximately HK$5.6 as at 31 December 2016.

The board (the "**Board**") of directors (the "**Directors**") of Ju Teng International Holdings Limited (the "**Company**" or "**Ju Teng**") is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2017 (the "**Period**") as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2017

		For the six months ended 30 June	
		2017	2016
		(Unaudited)	(Unaudited)
	Notes	***HK$'000***	*HK$'000*
REVENUE	2	**3,747,924**	3,696,230
Cost of sales		**(3,186,857)**	(3,145,691)
Gross profit		**561,067**	550,539
Other income and gains	3	**58,096**	168,016
Selling and distribution expenses		**(49,000)**	(52,418)
Administrative expenses		**(331,531)**	(304,773)
Other expenses		**(57,936)**	(35,231)
Finance costs	4	**(50,374)**	(48,900)
PROFIT BEFORE TAX	5	**130,322**	277,233
Income tax expense	6	**(20,803)**	(46,787)
PROFIT FOR THE PERIOD		**109,519**	230,446
Attributable to:			
Equity holders of the Company		**81,611**	201,632
Non-controlling interests		**27,908**	28,814
		109,519	230,446
EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY	8		
- Basic (HK cents)		**7.3**	18.2
- Diluted (HK cents)		**7.2**	17.8

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2017

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
PROFIT FOR THE PERIOD	**109,519**	230,446
OTHER COMPREHENSIVE INCOME		
Other comprehensive income to be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	**377,823**	(174,353)
Available-for-sale investment:		
Change in fair value	**849**	(5,654)
Income tax effect	**-**	961
	849	(4,693)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	**378,672**	(179,046)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**488,191**	51,400
Attributable to:		
Equity holders of the Company	**398,612**	60,285
Non-controlling interests	**89,579**	(8,885)
	488,191	51,400

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2017

	Notes	**30 June 2017 (Unaudited) *HK$'000***	31 December 2016 (Audited) *HK$'000*
NON-CURRENT ASSETS			
Property, plant and equipment		**8,268,135**	8,079,378
Lease premium for land		**497,963**	486,086
Goodwill		**53,985**	53,985
Deferred tax assets		**5,867**	5,727
Prepayments for acquisition of lease premium for land, property, plant and equipment		**46,178**	73,172
Available-for-sale investments		**15,533**	14,581
Total non-current assets		**8,887,661**	8,712,929
CURRENT ASSETS			
Inventories		**1,435,346**	1,289,404
Trade receivables	9	**2,704,893**	2,875,870
Prepayments, deposits and other receivables		**358,674**	369,576
Pledged and restricted bank balances		**38,179**	31,459
Cash and cash equivalents		**1,711,196**	1,529,053
Total current assets		**6,248,288**	6,095,362
CURRENT LIABILITIES			
Trade and bills payables	10	**870,280**	1,041,913
Other payables and accruals		**1,063,607**	1,027,432
Tax payable		**98,498**	201,857
Interest-bearing bank borrowings		**2,163,536**	1,657,469
Total current liabilities		**4,195,921**	3,928,671
NET CURRENT ASSETS		**2,052,367**	2,166,691
TOTAL ASSETS LESS CURRENT LIABILITIES		**10,940,028**	10,879,620
NON-CURRENT LIABILITIES			
Interest-bearing bank borrowings		**2,511,499**	2,791,440
Deferred income		**232,497**	302,787
Deferred tax liabilities		**46,159**	41,399
Total non-current liabilities		**2,790,155**	3,135,626
Net assets		**8,149,873**	7,743,994
EQUITY			
Equity attributable to equity holders of the Company			
Issued capital	11	**113,471**	113,471
Reserves		**6,565,031**	6,248,731
		6,678,502	6,362,202
Non-controlling interests		**1,471,371**	1,381,792
Total equity		**8,149,873**	7,743,994

NOTES

1. BASIS OF PREPARATION AND CHANGES IN ACCOUNTING POLICIES AND DISCLOSURE

The condensed consolidated interim financial information for the Period has been prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**").

The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2016. The accounting policies and basis of preparation adopted in the preparation of the interim financial information are the same as those used in the annual financial statements for the year ended 31 December 2016, except in relation to the following revised Hong Kong Financial Reporting Standards ("**HKFRSs**", which also include HKASs and Interpretations) that affect the Group and has adopted for the first time for the current period's financial information:

<u>Revised HKFRSs</u>

Amendments to HKAS 7	*Disclosure Initiative*
Amendments to HKAS 12	*Recognition of Deferred Tax Assets for Unrealized Losses*
Amendments to HKFRS 12 included in *Annual Improvements 2014-2016 Cycles*	*Disclosure of Interests in Other Entities*

Adoption of the above revised HKFRSs did not have any material effect on the financial position or performance of the Group.

The Group has not applied the new and revised HKFRSs that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of these new and revised HKFRSs but is not yet in a position to state whether these new and revised HKFRSs would have a potential impact on its results of operations and financial position.

2. OPERATING SEGMENT INFORMATION

The Group is principally engaged in the business of manufacture and sale of casings for notebook computer and handheld devices. For management purposes, the Group operates in one business unit based on its casing products, and has one reportable operating segment.

No operating segments have been aggregated to form the above reportable operating segment.

Geographical information

Revenue from external customers:

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
The People's Republic of China (the "**PRC**"), excluding Hong Kong	**3,690,733**	3,626,087
The Republic of China	**47,511**	49,004
Others	**9,680**	21,139
	3,747,924	3,696,230

The revenue information above is based on the locations of the products delivered to the customers.

3. OTHER INCOME AND GAINS

An analysis of other income and gains is as follows:

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Interest income	**4,850**	5,637
Subsidy income#	**25,459**	105,389
Compensation income	**5,924**	1,317
Rental income	**10,983**	1,672
Write-back of long outstanding other payables and accruals	**3,115**	-
Exchange gains, net	**-**	53,139
Others	**7,765**	862
	58,096	168,016

Various government subsidies have been received for enterprises engaged business in Mainland China. There are no unfulfilled conditions or contingencies relating to these subsidies.

4. FINANCE COSTS

An analysis of the Group's finance costs is as follows:

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Interest on bank loans	**54,253**	51,687
Total interest expense on financial liabilities not at fair value through profit or loss	**54,253**	51,687
Less: Interest capitalised	**(3,879)**	(2,787)
	50,374	48,900

5. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Cost of inventories sold	**3,182,026**	3,107,524
Depreciation	**511,384**	499,920
Amortisation of lease premium for land	**6,209**	5,829
Provision for slow-moving and obsolete inventories	**2,252**	35,588
Losses on disposal of items of property, plant and equipment, net	**5,882**	26,850
Impairment of available-for-sale investments	**-**	3,635
Foreign exchange losses/(gains), net	**27,380**	(53,139)

6. INCOME TAX

Hong Kong profits tax has not been provided as the Group did not have any assessable profits arising in Hong Kong during the Period (six months ended 30 June 2016: Nil). Taxes on assessable profits have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Provision for the Period		
Current – The PRC, excluding Hong Kong		
Charge for the Period	**17,297**	38,202
Underprovision in prior years	**2,331**	4,038
Current – Overseas		
Charge for the Period	**13,617**	19,359
Overprovision in prior years	**(17,202)**	(19,572)
Deferred tax	**4,760**	4,760
Total tax charge for the Period	**20,803**	46,787

7. INTERIM DIVIDEND

The Directors did not propose to declare any interim dividend for the Period (six months ended 30 June 2016: Nil).

8. EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY

The calculation of basic earnings per share amounts is based on the profit for the Period attributable to equity holders of the Company of HK$81,611,000 (six months ended 30 June 2016: HK$201,632,000) and the weighted average number of 1,123,412,671 (six months ended 30 June 2016: 1,108,681,475) ordinary shares in issue excluding shares held under the share award plan during the Period.

The calculation of diluted earnings per share amounts is based on the profit for the Period attributable to equity holders of the Company of HK$81,611,000 (six months ended 30 June 2016: HK$201,632,000). The weighted average number of ordinary shares used in the calculation is 1,123,412,671 (six months ended 30 June 2016: 1,108,681,475) ordinary shares in issue excluding shares held under the share award plan during the Period, as used in the basic earnings per share calculation, and the weighted average number of 9,904,184 (six months ended 30 June 2016: 21,320,377) ordinary shares assumed to have been issued at no consideration on the deemed exercise of all dilutive potential ordinary shares into ordinary shares and the shares awarded pursuant to the share award plan.

9. TRADE RECEIVABLES

The general credit terms of the Group range from 60 days to 120 days. Trade receivables are non-interest-bearing.

An aged analysis of the Group's trade receivables as at the end of the reporting period, based on the invoice date, is as follows:

	As at 30 June 2017 (Unaudited) ***HK$'000***	As at 31 December 2016 (Audited) *HK$'000*
Within 3 months	**2,009,194**	2,113,334
4 to 6 months	**650,507**	748,380
7 to 12 months	**45,192**	14,156
	2,704,893	2,875,870

10. TRADE AND BILLS PAYABLES

The trade payables are non-interest-bearing and are normally settled on 60 to 120 days terms.

An aged analysis of the Group's trade and bills payables as at the end of reporting period, based on the invoice date, is as follows:

	As at 30 June 2017 (Unaudited) ***HK$'000***	As at 31 December 2016 (Audited) *HK$'000*
Within 3 months	**656,977**	757,840
4 to 6 months	**120,516**	210,144
7 to 12 months	**42,959**	15,364
Over 1 year	**49,828**	58,565
	870,280	1,041,913

11. SHARE CAPITAL

	As at 30 June 2017 (Unaudited) ***HK$'000***	As at 31 December 2016 (Audited) *HK$'000*
Authorised:		
2,000,000,000 shares of HK$0.1 each	**200,000**	200,000
Issued and fully paid:		
1,134,708,445 shares of HK$0.1 each	**113,471**	113,471

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review & Prospect

Despite the improving world economy during the first half of 2017 from 2016, growth of the Company remained slow. According to the "World Economic Situation and Prospects of 2017" released by the United Nations Department of Economic and Social Affairs, global economic growth will reach 2.7% in 2017, from 2.2% in 2016. However, this has yet to be translated to momentum-twisting strong growth in the world economy. The faltering growth in the economy impaired development of the market, while the global PC market continued to progress towards saturation. According to data released by International Data Corporation ("IDC"), a market research institution, global PC shipments decline 3.3% from the previous year to 60.5 million units in the second quarter of 2017. With PC shipments continued to decline, as the world's leading manufacturer of notebook computer casings, Ju Teng's business momentum stay close with the broader market, and had therefore been negatively impacted by the persistent shrinkage of the market.

During the period, worldwide PC shipments marked declines for the eleventh consecutive quarter, and the PC industry was in a trough within a five-year correction. According to data from Gartner Inc. ("Gartner"), a market research and advisory firm, the shortage of components spurred PC selling prices, thereby inflicted repercussions on PC demand during the second quarter. In the consumer market, individual consumers tend to be more sensitive to changes in prices. Citing the high PC prices at the moment, consumers opt to postpone their purchases until the prices decline. Meanwhile, commercial PC sales was subject to a relatively weaker impact from this factor.

Looking ahead, according to Gartner, the decline in the global PC shipment in 2017 from the preceding year is expected to narrow to 3%. Consumers will embrace and accept the new PCs as they see the clear benefits of better security brought about by Windows 10 and the hardware advantage in the new PCs. Ju Teng will continue to focus on its core business of notebook computer casings, and seize the opportunities from the improving market, seeking to achieve better performance.

According to data from IDC, tablet and 2-in-1 PC shipments for the second quarter of 2017 declined 3.4% from the corresponding period in 2016. Once touted a savior of the market, 2-in-1 PC shipment also declined in the second quarter as consumers awaited the launch of new products. However, with most of the new product launches scheduled towards the end of the second quarter, IDC expected the 2-in-1 PC market to maintain strong momentum in the second half of the year.

As the world's leading manufacturer of casings for notebook computers and handheld devices, Ju Teng will stay abreast of the cutting-edge market trends, seeking opportunities for steady growth brought about by the market. Ju Teng will continue to focus on its core casing business while exploring new opportunities to expand into new market in light of the saturating and maturing global PC market, striving to improve profit margin, and to optimize the products mix.

Ju Teng is committed to maintaining its competitiveness in the industry. With its rich untapped potential and flexible marketing strategies, Ju Teng will continue to showcase to investors its unmatched resilience which steers the Group towards steady development in an extremely challenging environment.

Financial Review

Although the global demand for notebook computers remained sluggish, the market has continued to trend toward stabilization. During the Period, the Group's revenue slightly increased by approximately 1.4% to approximately HK$3,748 million (2016: approximately HK$3,696 million). The Group's gross profit margin during the Period was 15%, which was in line with the gross profit margin of approximately 14.9% for the six months ended 30 June 2016.

Other income and gains of the Group mainly consisted of subsidy income of approximately HK$25 million (2016: approximately HK$105 million), interest income of approximately HK$5 million (2016: approximately HK$6 million) and rental income of approximately HK$11 million (2016: approximately HK$2 million). Due to the substantial decrease in various government subsidies received by certain subsidiaries of the Company in the PRC and the foreign exchange losses which had been included in other expenses, as compared to foreign exchange gains of HK$53 million in 2016, the Group recorded a decrease of approximately 65.4% in other income and gains to approximately HK$58 million (2016: approximately HK$168 million) during the Period, accounting for approximately 1.6% (2016: approximately 4.5%) of the Group's revenue.

During the Period, due to the recognition of non-cash expenses of approximately HK$18 million arising from the grant of share award pursuant to share award plan, the Group recorded an increase of approximately 6.5% in operating costs, including administrative expenses, and selling and distribution costs, to approximately HK$381 million (2016: approximately HK$357 million). The operating costs of the Group increased to approximately 10.2% (2016: approximately 9.7%) of the Group's revenue.

During the Period, other expenses of the Group mainly consisted of losses on disposal of items of property, plant and equipment of approximately HK$6 million (2016: approximately HK$27 million), employees' compensation of approximately HK$23 million (2016: approximately HK$0.4 million) due to the downsizing of moulding work force and foreign exchange losses of approximately HK$27 million (2016: foreign exchange gains of approximately HK$53 million). The foreign exchange losses arised from the appreciation of Renminbi ("RMB") against Hong Kong Dollar during the Period. The Group recorded an increase of approximately 64.4% in other expenses to approximately HK$58 million (2016: approximately HK$35 million), accounting for approximately 1.5% (2016: approximately 1.0%) of the Group's revenue.

Finance costs of the Group increased by approximately 3% to approximately HK$50 million (2016: approximately HK$49 million) for the Period as compared to that of the same period in 2016, which was mainly attributable to the increase in loan interest rate. Interest capitalised during the Period was approximately HK$4 million (2016: approximately HK$3 million).

Income tax expense of the Group decreased by approximately 55.5% to approximately HK$21 million (2016: approximately HK$47 million) for the Period as compared to that of the same period in 2016, resulting from the decrease in profit before tax.

The profit attributable to equity holders of the Company for the Period amounted to approximately HK$82 million (2016: approximately HK$202 million), representing a decrease of approximately 59.5% when compared to that of the same period last year. The decrease in the profit attributable to equity holders was mainly attributable to the decrease in other income and increase in administrative and other expenses.

Liquidity and Financial Resources

As at 30 June 2017, total bank borrowings of the Group amounted to approximately HK$4,675 million (31 December 2016: approximately HK$4,449 million), representing an increase of approximately 5.1% as compared to that of 31 December 2016. The Group's bank borrowings include short-term loans with 1-year maturity, 2-year term loans and 5-year revolving syndicated loans. As at 30 June 2017, the Group's bank loans denominated in United States dollar ("USD") and New Taiwan Dollars were approximately HK$4,636 million (31 December 2016: approximately HK$4,417 million) and approximately HK$39 million (31 December 2016: approximately HK$32 million) respectively.

During the Period, the Group's cash flows from operating activities decreased to approximately HK$493 million from approximately HK$931 million during the corresponding period last year. The decrease was mainly due to the decrease in profit before tax and increase in inventories. As a result of the purchase of fixed assets for the expansion of production plants in Taizhou and Chongqing, the PRC, the Group recorded a net cash outflow from investing activities of approximately HK$411 million (2016: approximately HK$763 million). During the Period, due to the addition of new bank borrowings, the Group recorded a net cash inflow from financing activities of approximately HK$78 million (2016: net cash outflow of approximately HK$224 million). As at 30 June 2017, the Group had cash and bank balances of approximately HK$1,711 million (31 December 2016: approximately HK$1,529 million).

As at 30 June 2017, the Group's gearing ratio, calculated as total bank borrowings of approximately HK$4,675 million (31 December 2016: approximately HK$4,449 million) divided by total assets of approximately HK$15,136 million (31 December 2016: approximately HK$14,808 million) was approximately 30.9% (31 December 2016: approximately 30%). The slight increase of gearing ratio was due to the increase in bank borrowings.

Financial Ratios

Inventory turnover days of the Group during the Period of approximately 82 days (2016: approximately 74 days) was higher than that of the corresponding period in 2016 as certain new products launched towards the end of Period. There was an increase in the Group's inventories of approximately 11.3% to approximately HK$1,435 million as at 30 June 2017 from approximately HK$1,289 million as at 31 December 2016.

Trade receivables turnover days of the Group during the Period decreased to approximately 131 days (2016: approximately 133 days), which was attributable to the faster payment from the customers during the Period. Trade receivables as at 30 June 2017 decreased by approximately 5.9% to approximately HK$2,705 million (31 December 2016: approximately HK$2,876 million).

Trade and bills payables turnover days of the Group during the Period amounted to approximately 50 days (2016: approximately 51 days) and remained stable when compared to the corresponding period in 2016.

Pledge of Assets

As at 30 June 2017 and 31 December 2016, the Group did not have any leasehold land and buildings and machinery pledged to secure banking facilities granted to the Group.

As at 30 June 2017 and 31 December 2016, shares of certain subsidiaries of the Company were pledged to secure banking facilities granted to the Group.

Foreign Exchange Exposure

Since most of the Group's revenue is denominated in USD and most of the Group's expenses are denominated in RMB, the appreciation of value of RMB will have adverse effect on the Group's profitability and vice versa. During the Period, the Group recorded exchange losses of approximately HK$27 million (2016: exchange gains of approximately HK$53 million). The management of the Group will continue to monitor the Group's foreign currency risk exposures and adopt prudent measures as appropriate to minimize the adverse effects arising from foreign currency fluctuations.

Employees

As at 30 June 2017, the Group had approximately 34,000 employees (30 June 2016: approximately 31,000 employees). The Group recorded staff costs of approximately HK$1,056 million (30 June 2016: approximately HK$943 million).

The Group's employees are remunerated in line with the prevailing market terms and individual performance, with the remuneration package and policies reviewed on a regular basis. Discretionary bonuses may be rewarded to employees after assessment of the performance of the Group and that of the individual employee. The Group also operates a defined contribution Mandatory Provident Fund retirement benefits scheme for its employees in Hong Kong, and provides its PRC employees with welfare schemes as required by the applicable laws and regulations of the PRC.

Capital Commitment

As at 30 June 2017, the capital commitments which the Group had contracted for but were not provided for in the financial information in respect of the acquisition of land, buildings, machinery and office equipment amounted to approximately HK$198 million (31 December 2016: approximately HK$258 million).

Contingent Liabilities

As at 30 June 2017, the Group did not have any significant contingent liabilities.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company, nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities during the Period.

INTERIM DIVIDEND

The Directors do not recommend the payment of interim dividend for the Period.

CORPORATE GOVERNANCE PRACTICES

The Company continues to devote much effort on formulating and implementing sufficient corporate governance practices which it believes is crucial to its healthy growth and its business needs.

The Company has adopted the code provisions set out in the Corporate Governance Code (the "**CG Code**") contained in Appendix 14 to the Rules (the "**Listing Rules**") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Hong Kong Stock Exchange**"). The Company and the corporate governance committee of the Company periodically review its corporate governance practices to ensure its continuous compliance with the CG Code. Save as disclosed below, the Company had complied with the code provisions of the CG Code throughout the Period.

Pursuant to code provision A.2.1 of the CG Code, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. Prior to 1 March 2017, Mr. Cheng Li-Yu was the chairman of the Board but the Company had not appointed any chief executive officer. As the Board would like Mr. Cheng Li-Yu, Chairman of the Company, to focus on his role for the Group's overall strategy planning, forecast and analysis of market trend and enhancing the Group's future development, Mr Chiu Hui-Chin was appointed as an executive Director and the Chief Executive Officer of the Company to be responsible for the overall operation management of the Group with effect from 1 March 2017. Such arrangement would also be in line with the requirement in code provision A.2.1.

The Board will continue to review the management structure from time to time and shall make necessary changes when appropriate and inform the shareholders of the Company accordingly.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted and applied a code of conduct regarding the Directors' securities transaction on terms no less exacting than the required standard set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix 10 to the Listing Rules. Having made specific enquiry of all Directors, the Company is satisfied that all the Directors have fully complied with the required standards set out in the Model Code and the code of conduct of the Company during the Period.

AUDIT COMMITTEE

The audit committee of the Board has reviewed the accounting policies, accounting standards and practices adopted by the Group and the unaudited consolidated interim financial information and results of the Group for the Period.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

This interim results announcement is published on the Company's website (http://www.irasia.com/listco/hk/juteng) and the Hong Kong Stock Exchange's website (http://www.hkexnews.hk). The 2017 interim report will be despatched to the shareholders of the Company and will be made available on the websites of the Company and the Hong Kong Stock Exchange in due course in accordance with the Listing Rules.

By order of the Board
Ju Teng International Holdings Limited
Cheng Li-Yu
Chairman

Hong Kong, 16 August 2017

As at the date of this announcement, the executive Directors are Mr. Cheng Li-Yu, Mr. Chiu Hui-Chin, Mr. Huang Kuo-Kuang, Mr. Lin Feng-Chieh and Mr. Tsui Yung Kwok, and the independent non-executive Directors are Mr. Cherng Chia-Jiun, Mr. Tsai Wen-Yu and Mr. Yip Wai Ming.